

Structural obstacles to responsible minerals

What are they exactly and what can we do about them?

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The facts

Big unrealised potential for development

Mining the main engine of growth in DRC (2010):

- 73% exports (2000-2006);
- Largest source of FDI
- 2 million people involved in artisanal mining alone.
- Potential domestic revenues which would allow the state to establish its presence (<0.3% 2010).

Unique opportunity for responsible minerals

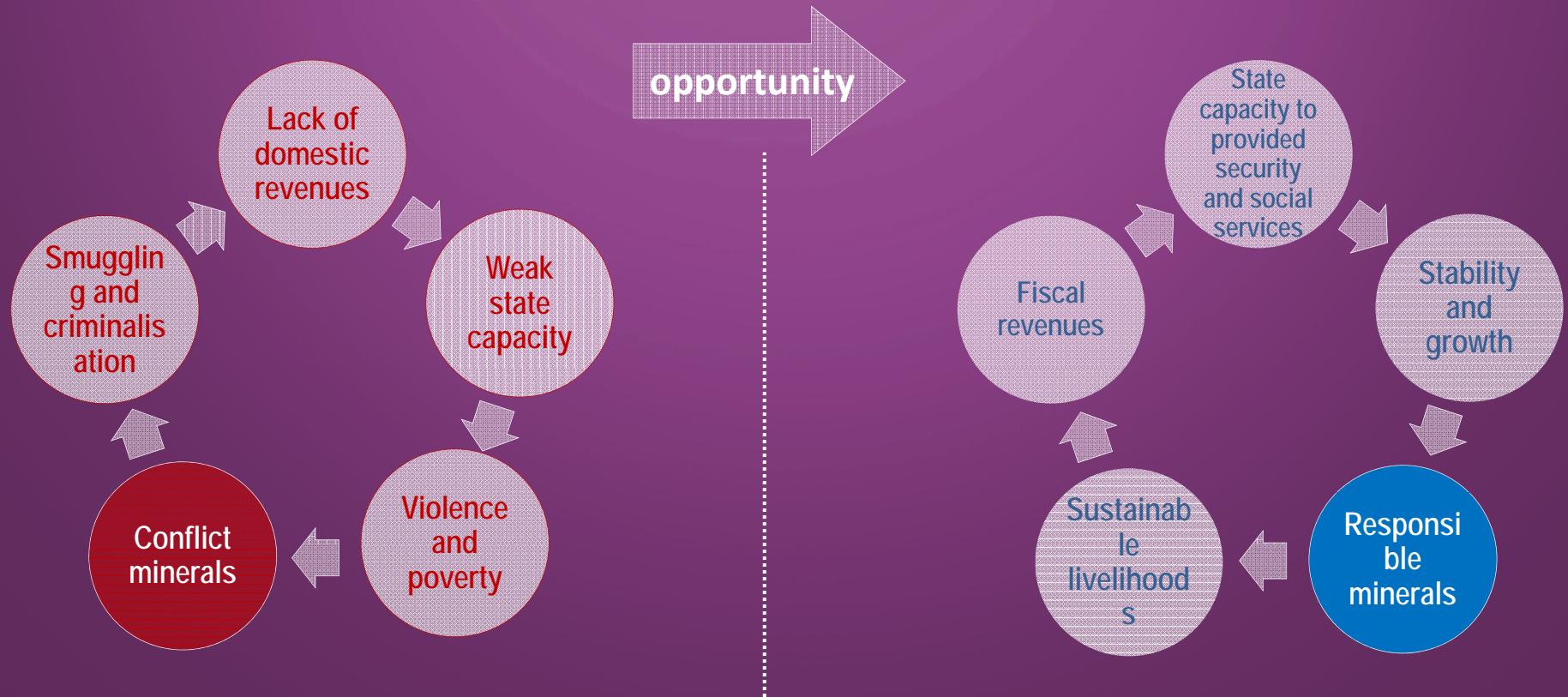
- The Dodd-Frank act
- The OECD-UN GoE Guidance
- The ICGLR regional certification mechanism and other regional cooperation.

International attention beyond mining

- DRC:\$2.5bn in ODA of which \$3m in the mining sector (2009)
- Means there to tackle security sector reform, governance and other structural challenges to responsible minerals.



The issue

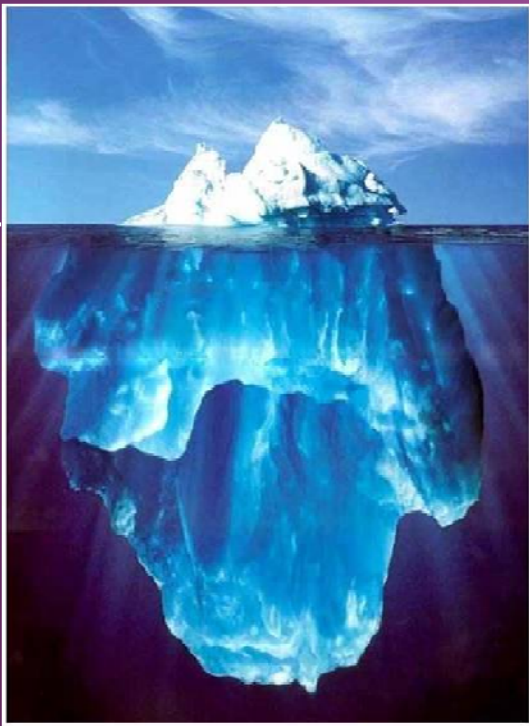


The approach

- What is needed beyond coordinated support to certification and traceability mechanisms?
- Methodology
 - Review of the literature (UNECA/AU, UN GoE, WB, UNDP, Global Witness, Pact, Enough)
 - Analysis of donor portfolio (DRC, Rwanda, Burundi, Uganda)
 - Interview of stakeholders (Kinshasa, Goma, Bukavu, Kigali, Kampala, Bujumbura)
 - Online questionnaire
 - Facilitation of joint analysis (donor HQ, Kinshasa, Goma, Bukavu, Kigali, Kampala, Bujumbura)



The findings so far: listing the challenges



- Certification and traceability
- Audit and monitoring
- Formalisation of the mining sector
- Regional cooperation on mining issues

Mining sector

- Reigning in of armed forces, securisation of mine sites and trade routes
- Border control and customs
- Public financial management
- Livelihoods
- Empowerment of civil society

Beyond the mining sector





The findings so far: drilling down to strategic priorities





Conclusion:

potential for more coherence

Mining sector

- National coherence 
- Regional coherence 

Beyond the mining sector

- National coherence 
- Regional coherence 



Next steps

- Wrapping up the desk study
- ICGLR-wide donor coordination platform
- Facilitation of joint analysis
 - Donor HQ
 - DRC (Kinshasa, Goma, Bukavu)
 - Rwanda (Kigali)
 - Uganda (Kampala)
 - Burundi (Bujumbura)

